

COMMONWEALTH OF KENTUCKY
BEFORE THE UTILITY REGULATORY COMMISSION

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In the Matter of:

THE APPLICATION OF GENERAL)	
TELEPHONE COMPANY OF KENTUCKY)	
FOR AN ORDER AUTHORIZING THE)	CASE NO. 7947
ISSUANCE AND SALE OF SECURITIES)	

AMENDED ORDER

On September 26, 1980, the Commission entered an Order authorizing General Telephone Company of Kentucky (Applicant) to issue and sell \$35,000,000 of First Mortgage Bonds, Due 2010, such securities to be offered at competitive bidding or negotiated sale to underwriters.

On October 16, 1980, the Applicant filed a Motion for an Order amending the Order dated September 26, 1980. Applicant requested that the above-mentioned Order be amended to withdraw the authorization made therein and, instead, authorization to issue and sell, at private sale, \$25,000,000 of First Mortgage Bonds, Due 2000, be granted. Applicant further stated in its Motion that, due to worsening market conditions, it had refrained from proceeding with the issuance and sale of the First Mortgage Bonds as authorized by the September 26, 1980, Order due to the expectation of bids being received at higher than anticipated rates.

The Commission, after consideration of the original application, the Motion for Amended Order, and all other evidence of record, and being fully advised, is of the opinion and finds that the proposed issuance and sale by the Applicant of \$25,000,000 of First Mortgage Bonds, Due 2000, is for a lawful object within the corporate purposes, is necessary and appropriate for and consistent with the proper performance by the utility of its service to the public and will not impair its ability to perform that service, and is reasonably necessary and appropriate for such purpose.

IT IS THEREFORE ORDERED, that the authorization contained in the Order of September 26, 1980 herein be and is hereby withdrawn.

IT IS FURTHER ORDERED, that General Telephone Company of Kentucky be and it is hereby authorized to issue and sell at private sale \$25,000,000 of First Mortgage Bonds, Due 2000, at a rate not to exceed 13.75%, and to pay as a placement fee for the sale of bonds herein referred to an amount not to exceed \$87,500.

IT IS FURTHER ORDERED, that the proceeds from the sale of the securities authorized herein shall be used only for the lawful purposes as set out in the application.

IT IS FURTHER ORDERED, that General Telephone Company of Kentucky shall, as soon as reasonably possible, file with this Commission a statement setting forth the date of issuance of the securities authorized herein, the exact interest rate, and all fees and expenses involved in the issuance and distribution.

Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky or any agency thereof as to the securities authorized herein.

Done at Frankfort, Kentucky, this the 12th day of November, 1980.

UTILITY REGULATORY COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Secretary